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INFORMATION REPORT

REPORT NO.

CD NO.

25X1A

COUNTRY China

DATE DISTR. 7 Nov. 1951

SUBJECT Agreement of 1946 of Representatives of Chinese
25X1A Communist Party and Minority Parties

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(LISTED BELOW)

SUPPLEMENT TO
REPORT NO.

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1. After the signing of the following agreement the contracting parties will, in mutual confidence, jointly call on the people of the entire country, all political parties, and all movements of democratic individuals to enlarge democratic strength and overthrow the traitorous, dictatorial power of CHIANG Kai-shek. They shall also call a new Political Consultative Conference (PCC), composed of all democratic parties and all classes of democratic individuals, to establish a People's Democratic Coalition Government.
2. It has been agreed that the chairman of the People's Democratic Coalition Government shall be Chairman LI Chi-shen of the KMTCC, but this decision shall be proposed by the contracting parties and passed by the new PCC.
3. The highest guidance on principles and political courses of action in the establishment of the People's Democratic Coalition Government shall be under the leadership of Chairman MAO Tse-tung of the CCP. However, proposals shall be made jointly by the contracting parties and passed by the PCC.
4. All armies (including the Liberation Army and the Democratic United Army) are national armies to be used for national defense. It is agreed that:
 - a. No private person or party may transfer such armies for use, nor use them for civil war.
 - b. Use of the armies for national defense must be carried out by the National Defense Council upon instructions from the Government. The National Defense Council must appoint military experts who have the confidence of the people, and who have been approved by the People's Representative Conference.

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5. Political power resides in the people, through the All China People's Representative Conference. Decisions of the People's Democratic Coalition Government will be subject to review by the People's Representative Conference when it is in session.
6. The signatories to this agreement shall jointly propose to the PCC that land should be returned to the tiller. Landlords will be permitted to return two years' rent, but this will not exceed 2 years' rental.¹
8. Currency shall be unified. The assets of the four great families shall be confiscated, and the private holdings of bureaucrats shall be liquidated.
7. In respect to commerce and industry, small capitalists shall be assisted by national capital. The economy shall be developed to eliminate unemployment, to prevent control of the society by the merchants, and to provide a stable economy.
9. The goal of our struggle in the international field shall be based upon SUN Yat-sen's principle of equal treatment for those who treat us as equals - thus progressing towards the attainment of universal brotherhood for all mankind.

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Comment. It is interesting to note the above agreement was made by the Chinese Communist Party at a time when their fortunes were at a low ebb.

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1. Comment. Presumably, this provision was made to protect landlords from outright confiscation of all their holdings.

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